

GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Industrial Promotion – Extension of incentives to M/s Idupulapadu Cotton Mills Private Limited, Jonnatali village, Martur mandal, Prakasam District for their proposed Cotton Yarn unit in Prakasam District under Industrial Investment Promotion Policy (IIPP) 2005-2010 – Sanction - Orders- Issued.

INDUSTRIES & COMMERCE (IP) DEPARTMENT

G.O.Ms.No. 18

Dated: 08.02.2011

Read the following:

- 1) From the Vice President, M/s Idupulapadu Cotton Mills Pvt. Ltd., Letter dated.15.4.2010.
- 2) Minutes of the State Investment Promotion Committee (SIPC) Meeting held on 17.06.2010.
- 3) Minutes of the State Investment Promotion Board (SIPB) Meeting held on 28.06.2010.
- 4) Govt. Memo.No.10505/IP/A2/2010, dated 7.9.2010. & 4.10.2010.
- 5) From the Commissioner of Industries, AP., Hyderabad Letter No. 15/1/10/1247/ID, dated. 17.9.2010. & 11.10.2010.

>><<

ORDER:-

In the reference 1st read above, the Vice President, M/s Idupulapadu Cotton Mills Private Limited, Prakasam District has stated that it is proposed to set up a Cotton Yarn unit in Jonnatalli village, Martur Mandal, Prakasam District with a capacity of 60000 Spindles with an investment of Rs.149 Crores and to provide employment to 1500 persons as such they have requested the Government to extend incentives.

2. In the reference 2nd read above, State Investment Promotion Committee (SIPC) have discussed the proposal and recommended to place the matter before the State Investment Promotion Board (SIPB).

3. In the reference 3rd read above, State Investment Promotion Board (SIPB) in its meeting held on 28.06.2010 have recommended to extend 50% VAT/CST or SGST reimbursement for a period of 5 years and all other incentives as per the Industrial Investment Promotion Policy (IIPP) 2005-10.

4. Government after careful examination of the proposal and keeping in view of the recommendations of the State Investment Promotion Board (SIPB), hereby extend the following incentives to M/s Idupulapadu Cotton Mills Private Limited, Prakasham District for their proposed Cotton Yarn unit in Jonnatalli village, Martur Mandal, Prakasham District as decided by the State Investment Promotion Board under Industrial Investment Promotion Policy (IIPP) 2005-2010:-

- (a) 50% VAT/CST or SGST reimbursement for a period of 5 years and the remaining 3 years 25% of VAT/CST or SGST from the date of commencement of commercial production; and
- (b) Other incentives as per IIPP 2005-2010 Policy:-
 - (1) 100% reimbursement of Stamp duty and transfer duty paid by the industry on purchase of land meant for industrial use;
 - (2) 100% reimbursement of Stamp duty and transfer duty paid by the industry on financial deeds and mortgages etc.;

(P.T.O)

- (3) Power cost will be reimbursed @ Rs.0.75 per unit during the first year of the policy and thereafter for the remaining **seven years** the rate of reimbursement would be so regulated on yearly basis keeping in view of the changes in the tariff structures to ensure that power cost to the industry is pegged down to the first year's level;
- (4) 50% subsidy on the expenses incurred for quality certification limited to Rs.1.00 Lakh;
- (5) 25% subsidy on cleaner production measures limited to Rs.5.00 Lakhs;
- (6) 50% subsidy on the expenses incurred for patent registration limited to Rs. 5.00 Lakhs; and
- (7) Infrastructure like roads, power and water will be provided at door step of the industry for standalone units by contributing 50% of the cost of infrastructure from IIDF with a ceiling of Rs.1.00 Crore, subject to (a) the location should be beyond 10 kms from the existing Industrial Estates/IDA's having vacant land/shed for allotment and (b) cost of the infrastructure limited to 15% of the eligible fixed capital investment made in the industry.

5. The Commissioner of Industries, Andhra Pradesh Hyderabad shall take necessary action in the matter accordingly and intimate the status of the progress of work done by the unit from time to time to Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

B. SAM BOB,

PRINCIPAL SECRETARY TO GOVERNMENT AND
COMMISSIONER FOR INDUSTRIAL PROMOTION

To

The Commissioner of Industries, Andhra Pradesh, Hyderabad

M/s Idupulapadu Cotton Mills Pvt. Ltd., Jonnatali village, Martur mandal, Prakasam District
through the Commissioner of Industries, A.P. Hyderabad.

The District Collector, Prakasham Dist.

Copy to

Copy to

The Accountant General, Andhra Pradesh, Hyderabad

The Finance (Exp. I&C) Dept./The Law Dept./ The Energy Dept.

The Irrigation & CAD (Reforms) Dept. / The Revenue (CT) Dept.

The Revenue (Reg.) Dept./ The Commr. of Commercial Taxes, Hyderabad

The VC & MD, APIIC, Hyderabad / The C&MD, APTRANSCO., Hyderabad The MD,
APCPDC Ltd., Hyderabad / The GM, DIC, Mahabubnagar

P.S. to Minister (Major Industries) /P.S. to Prl. Secy. to CM

P.S. to Prl. Secy. & CIP/ P.S. to Secy to Govt. (Legal Affairs).

SC/SF

// Forwarded :: By Order //

SECTION OFFICER